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FORT WAYNE MARKET NEWS

United States Department of Agriculture
 Consumer and Marketing Service
 Dairy Division
 Federal Order No. 47

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 Fort Wayne, Indiana 46802
 Telephone: 742-7401
 Area Code: 219

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Vol. XI, No. 10

October 1967

SEPTEMBER UNIFORM PRICE \$5.52

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in September 1967 will receive a minimum uniform price of \$5.52 per hundred-weight for milk testing 3.5%, subject to a butterfat differential of 7.9 cents. The minimum price is also subject to a 4 cents per hundredweight marketing service deduction to nonmembers, authorized hauling charges, and location differentials.

The \$5.52 price for September 1967 is 44 cents above the August 1967 price, but 5 cents under the September 1966 price. The \$5.52 blend price includes about 28 cents derived from funds paid into the pool by handlers on April, May, and June deliveries under the "Louisville Plan".

SEPTEMBER PRODUCER RECEIPTS AND UTILIZATION

There were 872 approved producers who shipped 20,798,574 pounds of milk to the Fort Wayne market during September 1967 of which 17,002,946 pounds or 81.8% was utilized in Class I by 10 pooled handlers. Class I utilization was up 9.1% from August. On a volume basis, production was down 3.3%, but Class I utilization of producer milk was up 8.7% from August 1967.

OCTOBER CLASS I PRICE \$5.51

The effective basic formula price, as established by the amendment to §1047.50 of the Fort Wayne order, of \$4.05 was increased by the standard differential of \$1.20 and further increased by a special 20 cents adjustment and a supply-demand adjustment of 6 cents to establish the Class I price of \$5.51. This price of \$5.51 is 2 cents less than the September 1967 Class I price, and 15 cents less than the October 1966 price.

PERCENTAGES IN EACH CLASS (Announced October 10, 1967)

The Market Administrator announced the following utilization percentages for the month of September for use in allocating bulk milk receipts from other Federal markets:

	<u>Class I</u>	<u>Class II</u>
Skim	82%	18%
Butterfat	73%	27%

OCTOBER UNIFORM PRICE ALSO TO INCLUDE "LOUISVILLE PLAN" PAY BACK

To the pool value of producer milk will again be added \$57,487.33 from "Louisville Plan" money in computing the blend price for the months of October and November. Interest of \$2,554.58 was earned on the money withheld in April, May, and June and is included in the above figure.

JUNE WHOLE MILK SALES WERE DOWN 2%

Story on page 6.

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CURRENT SERIAL RECORDS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	September 1967 Reported		September 1966 Audited	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	12,498,024	435,236	13,142,185	460,600
Regular Skim Milk	257,880	929	255,730	1,208
2% Skim Milk	3,618,272	72,942	2,666,016	54,846
Buttermilk	152,498	2,008	128,602	1,415
Flavored Milk	417,600	14,361	438,400	14,830
Flavored Drink	197,352	3,985	210,712	4,288
Cream Mixtures	182,867	21,523	174,273	21,074
Light Cream	1,667	319	3,346	662
Heavy Cream	11,811	4,072	12,782	4,489
Sour Cream	24,910	4,560	24,579	4,499
Sub Total	17,362,881	559,935	17,056,625	567,911
Plus Unaccounted For	9,167	7,114	40,034	9,041
Gross Total Class I Milk	17,372,048	567,049	17,096,659	576,952
Less Other Source Receipts	334,281	11,278	335,126	13,499
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	34,821	-0-	72,307	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>17,002,946</u>	<u>555,771</u>	<u>16,689,226</u>	<u>563,453</u>
<u>CLASS II MILK</u>				
Sales to Nonpool Plants	2,808,952	167,230	4,631,008	202,829
Class II Production	956,303	39,246	4,180,616	83,233
Dumped or Livestock Feed	100,859	1,490	125,504	1,559
Ending Inventory	1,544,046	63,129	1,682,291	63,935
Class II Shrinkage	208,170	11,837	233,776	12,559
Gross Total Class II Milk	5,618,330	282,932	10,853,195	364,115
Less Other Source Receipts	59,257	1,888	3,791,467	67,841
Less Overages	489	77	57	57
Less Beginning Inventory	1,762,956	70,861	1,848,566	69,377
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>3,795,628</u>	<u>210,106</u>	<u>5,213,105</u>	<u>226,840</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>20,798,574</u>	<u>765,877</u>	<u>21,902,331</u>	<u>790,293</u>

MISCELLANEOUS INFORMATION

	September 1967	September 1966	September 1965
Daily Class I Milk (Lbs.)	579,068	569,889	607,874
Current Month Compared With:		+ 1.6%	- 4.7%
Production per Farm per Day	795	845	806
Current Month Compared With		- 5.9%	- 1.4%
Gross Class I Milk to Producer Milk	83.53%	78.06%	93.29%
Pool Value of Producer Milk	\$1,118,174	\$1,170,974	\$874,597
Value of Producer Milk per Farm	\$ 1,282	\$ 1,355	\$ 1,082
Butter-Skim Powder Price	\$ 3.93	\$ 4.29	\$ 3.30
Wisconsin-Minnesota Plant Average	\$ 3.97	\$ 4.34	\$ 3.29

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1962	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
1963	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
<u>1965</u>									
Jan.	17,697,606	71.0	3.44	7,227,000	29.0	5.18	24,924,606	3.94	909
Feb.	16,118,622	72.0	3.42	6,279,212	28.0	5.17	22,397,834	3.91	908
Mar.	18,446,313	74.7	3.39	6,251,252	25.3	5.25	24,697,565	3.86	881
Apr.	16,801,819	76.0	3.39	5,318,035	24.0	5.14	22,119,854	3.81	852
May	16,427,081	67.9	3.38	7,755,034	32.1	4.16	24,182,115	3.63	826
Jun.	15,333,164	70.4	3.43	6,439,556	29.6	3.65	21,772,720	3.50	807
Jul.	15,586,473	71.1	3.42	6,326,617	28.9	3.59	21,913,090	3.47	838
Aug.	15,283,415	72.4	3.44	5,837,876	27.6	3.69	21,121,291	3.51	848
Sep.	15,283,889	78.2	3.47	4,263,115	21.8	4.04	19,547,004	3.60	808
Oct.	16,724,488	75.7	3.43	5,370,030	24.3	4.58	22,094,518	3.71	868
Nov.	16,910,808	75.6	3.46	5,451,226	24.4	4.86	22,362,034	3.80	876
Dec.	18,131,003	75.2	3.42	5,988,435	24.8	5.25	24,119,438	3.88	884
Ave.	16,562,057	73.4	3.42	6,042,282	26.7	4.55	22,604,339	3.72	859
<u>1966</u>									
Jan.	17,593,281	70.7	3.40	7,298,991	29.3	4.97	24,892,272	3.86	873
Feb.	16,266,393	74.7	3.36	5,522,392	25.3	5.20	21,788,785	3.83	830
Mar.	17,971,483	75.0	3.39	5,991,128	25.0	4.89	23,962,611	3.77	823
Apr.	17,657,213	74.6	3.32	6,007,504	25.4	4.93	23,664,717	3.73	827
May	15,722,015	75.1	3.35	5,221,953	24.9	4.66	20,943,968	3.67	697
Jun.	14,339,195	74.2	3.32	4,986,169	25.8	4.09	19,325,364	3.52	659
Jul.	15,030,446	68.4	3.29	6,937,251	31.6	3.88	21,967,697	3.48	798
Aug.	15,954,868	71.7	3.31	6,289,027	28.3	4.00	22,243,895	3.51	826
Sep.	16,689,226	76.2	3.38	5,213,105	23.8	4.35	21,902,331	3.61	864
Oct.	16,904,683	72.5	3.33	6,424,569	27.5	5.01	23,329,252	3.79	861
* Nov.	15,631,460	77.3	3.32	4,579,495	22.7	5.97	20,210,955	3.92	764
Dec.	15,696,951	73.6	3.38	5,617,956	26.4	5.60	21,314,907	3.97	750
Ave.	16,288,101	73.6	3.35	5,840,795	26.4	4.80	22,128,896	3.72	798
<u>1967</u>									
Jan.	16,944,425	70.9	3.28	6,941,093	29.1	5.47	23,885,518	3.92	798
Feb.	14,699,039	72.8	3.29	5,499,412	27.2	5.57	20,198,451	3.91	756
Mar.	16,904,275	72.2	3.28	6,505,853	27.8	5.40	23,410,128	3.87	816
Apr.	15,378,934	65.0	3.23	8,278,160	35.0	4.72	23,657,094	3.75	770
May	16,257,253	65.2	3.28	8,672,264	34.8	4.48	24,929,517	3.70	761
Jun.	14,813,159	62.1	3.24	9,031,619	37.9	4.11	23,844,778	3.57	767
Jul.	14,921,658	65.5	3.20	7,851,128	34.5	4.22	22,772,786	3.55	766
Aug.	15,643,940	72.7	3.21	5,873,802	27.3	4.47	21,517,742	3.55	761
Sep.	17,002,946	81.8	3.27	3,795,628	18.2	5.54	20,798,574	3.68	872

* Revised

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II	UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Pro- ducer
1962	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072
1963	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071
1964	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.072
1965									
Jan.	3.29	1.20	.00	4.49	3.13	4.08	.071	.067	.069
Feb.	3.25	1.20	.00	4.45	3.13	4.07	.070	.067	.069
Mar.	3.22	1.20	- .02	4.40	3.13	4.07	.070	.067	.069
Apr.	3.22	1.20	.00	4.42	3.17	3.76*	.070	.068	.069
May	3.23	1.20	.00	4.43	3.17	3.67*	.071	.068	.070
Jun.	3.22	1.20	.00	4.42	3.16	3.71*	.071	.068	.070
Jul.	3.20	1.20	+ .02	4.42	3.17	4.06	.071	.068	.070
Aug.	3.21	1.20	+ .06	4.47	3.25	4.14	.071	.070	.071
Sep.	3.25	1.20	+ .08	4.53	3.29	4.69*	.073	.072	.073
Oct.	3.29	1.20	+ .08	4.57	3.34	4.67*	.075	.072	.074
Nov.	3.34	1.20	+ .10	4.64	3.36	4.73*	.075	.073	.074
Dec.	3.39	1.20	+ .02	4.61	3.36	4.31	.076	.073	.075
Ave.	3.26	1.20	+ .03	4.49	3.22	4.16	.072	.069	.071
1966									
Jan.	3.47	1.20	.00	4.67	3.21	4.24	.076	.068	.073
Feb.	3.47	1.20	+ .02	4.69	3.31	4.36	.071	.071	.071
Mar.	3.58	1.20	+ .02	4.80	3.40	4.46	.074	.073	.074
Apr.	3.68	1.20	+ .02	4.90	3.47	4.54	.076	.072	.075
May	3.64	1.20	+ .02	4.90#	3.56	4.19*	.075	.073	.074
Jun.	3.65	1.20	+ .08	4.93#	3.67	4.23*	.076	.076	.076
Jul.	3.977§	1.20	+ .10	5.277	4.05	4.92	.079	.082	.080
Aug.	4.05	1.20	+ .14	5.39	4.20	5.07	.085	.084	.085
Sep.	4.26	1.20	+ .14	5.60	4.29	5.57*	.088	.086	.087
Oct.	4.34	1.20	+ .12	5.66	4.02	5.45*	.090	.079	.086
Nov.	4.26	1.20	+ .10	5.56	3.99	5.42*	.083	.078	.081
Dec.	4.26	1.20	.00	5.46	3.92	5.07	.081	.076	.079
Ave.	3.89	1.20	+ .06	5.15	3.76	4.79	.080	.077	.078
1967									
Jan.	4.26	1.20	- .02	5.44	3.92	5.02	.080	.076	.078
Feb.	4.26	1.20	- .02	5.44	3.91	5.04	.080	.076	.078
Mar.	4.15	1.20	- .02	5.33	3.91	4.93	.080	.076	.078
Apr.	4.15	1.20	- .02	5.33	3.91	4.62*	.080	.076	.078
May	4.05	1.40	.00	5.45	3.91	4.65*	.080	.076	.078
Jun.	4.05	1.40	.00	5.45	3.91	4.61*	.080	.076	.078
Jul.	4.05	1.40	+ .02	5.47	3.91	4.93	.080	.076	.078
Aug.	4.05	1.40	+ .06	5.51	3.94	5.08	.080	.077	.079
Sep.	4.05	1.40	+ .08	5.53	3.93	5.52*	.080	.077	.079
Oct.	4.05	1.40	+ .06	5.51			.081		

* "Louisville" plan in effect.

§ Weighted Average.

Class I Price May and June 1966 not to be less than April 1966.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Consumer and Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
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Phone: 742-7401
Area Code: 219

COMPUTATION OF UNIFORM PRICE
(Based on reports of 10 Handlers)
September 1967

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices At Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I Producer Milk	17,002,946	3.2687	\$5.34494	\$ 908,797.23	81.75
Class II Producer Milk	<u>3,795,628</u>	5.5355	5.49731	<u>208,657.62</u>	<u>18.25</u>
Total Producer Milk	20,798,574			\$1,117,454.85	100.00
Other Source Milk Priced Cl. I	<u>854</u>			<u>136.91</u>	
Total	20,799,428	3.6829		\$1,117,591.76	
Add: Value of Overage				65.33	
Add: Value of Inventory Reclassified				<u>517.09</u>	
Total Pool Value				\$1,118,174.18	
Less: Butterfat Adjustment to 3.5% Milk				30,050.83	
Add: 1/2 Unobligated Balance in Producer-Settlement Fund				<u>11,037.28</u>	
Adjusted Value				\$1,099,160.63	
Less: Other Source Milk Priced Class I (At Weighted Average Price of \$5.24)				44.75	
Add: 1/3 of Spring Set Aside				<u>57,487.33</u>	Rate Per Cwt.
Sub Total				\$1,156,603.21	\$5.560973
Less: Producer-Settlement Fund Reserve				<u>8,521.92</u>	<u>.040973</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				<u>\$1,148,081.29</u>	<u>\$5.52</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	555,771	\$ 0.080	\$44,461.68
Class II	<u>210,106</u>	<u>0.077</u>	<u>16,178.16</u>
Total	765,877	\$ 0.079	\$60,639.84

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$5.52 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.079 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction, location adjustments, and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR SEPTEMBER 1967

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$5.3225	3.70	\$5.6780	4.15	\$6.0335	4.60	\$6.3890
3.30	5.3620	3.75	5.7175	4.20	6.0730	4.65	6.4285
3.35	5.4015	3.80	5.7570	4.25	6.1125	4.70	6.4680
3.40	5.4410	3.85	5.7965	4.30	6.1520	4.75	6.5075
3.45	<u>5.4805</u>	3.90	5.8360	4.35	6.1915	4.80	6.5470
3.50	/ 5.52 /	3.95	5.8755	4.40	6.2310	4.85	6.5865
3.55	5.5595	4.00	5.9150	4.45	6.2705	4.90	6.6260
3.60	5.5990	4.05	5.9545	4.50	6.3100	4.95	6.6655
3.65	5.6385	4.10	5.9940	4.55	6.3495	5.00	6.7050

October 10, 1967

R. J. Connolly
Market Administrator

SALES OF FLUID DAIRY PRODUCTS AND RECEIPTS OF MILK FROM PRODUCERS 1/

Daily average whole milk sales during June totaled 83.3 million pounds in 76 marketing areas under Federal or State regulation. The daily average for June was about 2 percent below a year earlier and 7 percent below the average daily rate for May 1967. Daily sales of skim milk products in 75 regulated areas during June averaged about 12 percent more than a year earlier but about the same as May 1967.

June sales of milk and cream mixtures (mostly half and half) in 74 regulated areas averaged about 1.1 million pounds per day--down 5 percent from the same month a year earlier and down almost 2 percent from May. Other cream product sales on a daily basis during June in 74 marketing areas were also down 5 percent from a year earlier and 2 percent below May.

Combined daily sales of all fluid milk products during June 1967 averaged about the same as a year earlier, as the increase in skim milk sales offset decreases in the other fluid product groups. The June daily average for all fluid products was nearly 6 percent below May.

PRICES IN FLUID MILK MARKETS

September prices paid by dealers for milk used for fluid purposes averaged \$6.27 per hundredweight for 176 markets, according to the Crop Reporting Board. The September average is up 9 cents from August and 14 cents above a year earlier.

Store prices to consumers for the most common grade of whole milk sold in 25 cities averaged 51.1 cents per half gallon in early September. This was one-half cent above August but was about the same as a year earlier. Home delivered quart prices for the 25 cities averaged 31.4 cents in September--up slightly from August and nearly 1 cent higher than September 1966.

1/ Excerpts from September 1967 issue of "FLUID MILK AND CREAM REPORT" of U. S. D. A. Statistical Reporting Service.